



Directors Review Report

The Directors of the Company are pleased to present their review along with the interim financial statements of the Company for the quarter ended September 30, 2018.

The Company has earned revenue for the period amounting to Rs. 537 million (2017: Rs. 577 million) depicting decrease of 7%. The expenses increased to Rs. 293 million which were 3% higher as compared to corresponding period of last year, resulting in net profit before and after tax of Rs. 244 million and Rs. 168 million respectively showing negative variance of 16% and 14% respectively compared to last year's corresponding period results.

The financial performance of the company for the period is summarized below:

Particulars	July to Sept		Increase / (Decrease)	
	2018	2017	Amount	Percent
Revenue	537	577	(40)	(7)
Expenses	293	285	8	3
Profit before taxation	244	292	(48)	(16)
Profit after taxation	168	195	(27)	(14)

Rs. in million

The management report that CDC is short of budgetary target of profit before tax by 2%. Revenue sources other than transaction fee, custody fees and Trustee and Custodial Services performed better than budgetary targets and the expenses remained within the budget.

The market performed less than expectation during the period ended September 30, 2018 due to which the transaction and custody fee did not meet the budgetary targets

For and on behalf of the Board

Aftab Ahmed Diwan
Chief Executive Officer

Karachi, Dated: Thursday, October 18, 2018